

Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

August 22, 2012

Certified Return Receipt 7011 0110 0001 3568 3704

James T. Smith
Southwest Marine and General Insurance Company
2307 River Road, Suite 200
Louisville, Kentucky 40206

Subject: Authorization for Full Release of Reclamation Surety, Bond

, Interpace

Holdings LLC, Fox Clay Mine, S/049/0077, Utah County, Utah

Dear Mr. Smith:

Southwest Marine and General Insurance Company is presently holding surety bond in the amount of \$25,100.00 for the benefit of the State of Utah, Division of Oil, Gas and Mining, as a form of reclamation surety for Interpace Holdings LLC's Fox Clay mine. The Division has verified mining operations were not conducted at the site. The operator has requested that his permit be terminated at this time. Therefore the Division no longer will require a surety for this permit.

This letter therefore authorized full release of the referenced surety. Enclosed is the original surety document for your disposal or records.

If you have any questions or concerns, please contact Dana Dean at 801-538-5320, or Paul Baker at 801-538-5261. Thank you for your help in this matter.

Sincerely,

John R. Baza

Director

JRB:lk:pb

Attachment: Original Surety Documents

Jon Rhine (jonr@interpacebrick.com)

